LOUD RECORDS, LLC, a Delaware corporation; BMG MUSIC, a New York general partnership; SONY BMG MUSIC ENTERTAINMENT, a Delaware general partnership; PRIORITY RECORDS LLC, a California limited liability company; UMG RECORDINGS, INC., a Delaware corporation; and MAVERICK RECORDING COMPANY, a California joint venture,

Plaintiffs,

VS.

MICHAEL WEGMAN,

Defendant.

CIVIL ACTION No. 1:05-cv-00518-KAJ

DECLARATION OF ROBERT S. GOLDMAN IN SUPPORT OF PLAINTIFFS' APPLICATION FOR ENTRY OF DEFAULT JUDGMENT BY THE COURT

- I. Robert S. Goldman, declare:
- I am an attorney at law licensed to practice before the Courts of the State of Delaware and this United States District Court. I am an attorney in the law firm of Phillips, Goldman & Spence, P.A., attorneys for Plaintiffs. Unless otherwise stated, I have personal knowledge of the following facts and, if called and sworn as a witness, could and would competently testify thereto.
- 2. On July 22, 2005, Plaintiffs filed the Complaint. Attached hereto as Exhibit 1 is a true and correct copy of the Complaint.

- On November 9, 2005, the Clerk of this Court entered the default of Defendant. Attached hereto as Exhibit 2 is a true and correct copy of the Default By Clerk.
 - 4. Defendant has not appeared in this action.
- 5. I am informed and believe that Defendant is not an infant or incompetent person and, after consulting available public databases, is not in the military service.
 - 6. Plaintiffs have incurred costs in this case in the amount of \$295.00.

I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct.

Executed on	at	

Robert S. Goldman

Case 1:05-cv-00518-KAJ Document 10 Filed 11/22/2005 Page 3 of 16

EXHIBIT 1

CIVII	COVER	SHEET

JS 44 (Rev 3/99)

The JS-44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON THE REVERSE OF THE FORM)

I. (a) PLAINTIFFS LOUD RECORDS, LLC; BMG MUSIC; SONY BMG MUSIC ENTERTAINMENT; PRIORITY RECORDS LLC; UMG RECORDINGS, INC.; and MAVERICK RECORDING CO.			DEFENDANTS MICHAEL WEGMAN County of Residence of First Listed Defendant						
	of Time I include that sing				ļ		_		
(b) County of Residence of First Listed Plaintiff (EXCEPT IN U.S. PLAINTIFF CASES) NEW YORK, NEW YORK			(IN U.S. PLAINTIFF CASES ONLY) NOTE: IN LAND CONDEMNATION CASES USE THE LOCATION OF THE						
(c) Attorney's (Firm Nan	ne, Address, and Telepho	one Number)		· · · · · · · · · · · · · · · · · · ·	***************************************	AND INVOLVED.	2005		
Robert S. Goldman	•	Tel: 302-655-4	200		, intorne,	3 (II (dlown)		SILI	
Lisa C. McLaughlin		Fax: 302-655-4						三二	
Phillips, Goldman & S	nence P A	Z MARE SOME OUDS	rw I G				•	S. F	
1200 North Broom Str	ponce, x .rx.						\sim		
Wilmington, Delaware							1/2	77.5	
			I					<u> </u>	
II. BASIS OF JURISD	ICTION (Place an "X	" in One Box Only)	Ш.	CITIZENSHI	P OF P	RINCIPAL PARTI	ES (Place an	'S'in One	Box for
	■ 3 Federal Question			(For Diversity Cases	• .		Plaintiff and One	Box for De	fendant)
Plaintiff	(U.S. Government No	га Рапу)		Citizen of This floor		F DEF		FPTF	DEF
D 2 U.S Government	4 Diversity			Citizen of This State	ן מ	O I Incorporated or Print of Business In Th	ncipal Place	.ii) 4	□ 4
Defendant	(Indicate Citizenship	of Parties				Of Dustricss III i II	is State		
	in Item III)	01 1 11 11 11 11		Citizen of Another Sta	ate o 2	© 2 Incorporated and Pr	incipal Place	D 5	□ 5
						of Business In An	other State		
				Citizen or Subject of	n = 3	□ 3 Foreign Nation		□ 6	m 6
TIT AT LOW YOUR AND A SHOWN				Foreign Country		B 5 Totelgii Nadon		U 0	□ 6
IV. NATURE OF SUI	I (Place an 'X" in C	One Box Only)							
CONTRACT D 110 Insurance		ORTS		FORFEITURE/P	ENALTY	BANKRUPTCY	OTHER	STATUT	ES
D 120 Marine	PERSONAL INJURY D 310 Airplane	PERSONAL INJI		□ 610 Agriculture		D 422 Appeal 28 USC 158	D 400 State Rea	pportionme	nt
□ 130 Miller Act	O 315 Airplane Product	□ 362 Personal Injury Med Malprace		a 620 Other Food & 625 Drug Related	& Drug	423 Withdrawal	□ 410 Antitrust		
□ 140 Negotiable Instrument	Linbility	□ 365 Personal Injury		of Property 2		28 USC 157	□ 430 Banks and □ 450 Commerc		class
□ 150 Recovery of Overpayment	□ 320 Assault, Libel &	Product Liabili	ity	□ 630 Liquor Laws		PROPERTY DESCRIPTION	0 460 Deportation		neic
& Enforcement of Judgment 151 Medicare Act	Slander	D 368 Asbestos Perso		□ 640 R.R. & Truck		PROPERTY RIGHTS 1820 Copyrights	- 470 Racketeer		and
D 152 Recovery of Defaulted	330 Federal Employers Liability	Injury Product Liability		□ 650 Airline Regs. □ 660 Occupational		B30 Patent		Organization	S
Student Loans	□ 340 Marine	PERSONAL PROPE	RTY	Safety/Healt		D 840 Trademark	BEO Selective		
(Excl Veterans)	a 345 Marine Product	□ 370 Other Fraud		□ 690 Other			© 850 Securities Exchange		es/
□ 153 Recovery of Overpayment of Veteran's Benefits	Liability	O 37! Truth in Lendin	5	LABOR		SOCIAL SECURITY	D 875 Customer		
□ 160 Stockholders' Suits	□ 350 Motor Vehicle □ 355 Motor Vehicle	380 Other Personal Property Dama	ne	□ 710 Fair Labor St		□ B61 HIA (1395ff)	12 USC 3		
□ 190 Other Contract	Product Liability	D 385 Property Damas		Act 720 Labor/Mgmt	Dalasians	□ 862 Black Lung (923)	□ 891 Agricultur □ 892 Economic		4
 195 Contract Product Liability 	O 360 Other Personal	Product Liabili		o 730 Labor/Mgmt.		D 863 DIWC/DIWW 405(g))	□ 893 Environme		
REAL PROPERTY	Injury	******		& Disclosure	Act	□ 864 SSID Title XVI	D 894 Energy Al	llocation Ac	
! Land Condemnation	CIVIL RIGHTS D 441 Voting	PRISONER PETIT		740 Railway Labo	or Act	□ 865 RSI (405(g))	o 895 Freedom o		
t Poreclosure	0 442 Employment	□ 510 Motions to Vac Sentence	ate	□ 790 Other Labor I □ 791 Empl. Ret. In		FEDERAL TAX SUITS	Informati 900 Appeal of		
Rent Lease & Ejectment	a 443 Housing/	Habeas Corpu	s:	Security Act	·	□ 870 Taxes (U.S. Plaintiff		ation Under	
D 240 Torts to Land	Accommodations	□ 530 General				or Defendant)	;	ccess to Just	
	444 Welfare 440 Other Civil Rights	D 535 Death Penalty			İ	 871 IRS—Third Party 26 USC 7609 	□ 950 Constitutio	•	
	D 440 Olici Civii Ogiic	D 540 Mandamus & C D 550 Civil Rights	uner			20 030 7009	State Stat B90 Other State		ne
		D 555 Prison Conditio	n						15
V. ORIGIN (PLACE	AN "X" IN ONE BO	X ONLY)	-	T	ransferred	from	Appeal	In	
		emanded from 🗓 4	Rein	stated or 🗆 5 au	nother dist	rict 🗆 6 Multidistric			arra
		ellate Court	Reop		pecify)	Litigation		rate Judgn	
VI. CAUSE OF ACT	ON (Cite the U	J.S. Civil Statute unde	r whic	h you are filing and	write brief	f statement of cause.			
	Do not cite	: jurisdictional statute:	s unles:	s diversity.)					
	17 U.S.C. § 50	01 et seg. – c	CODY	right infring	emen	†			
VII. REQUESTED IN		S IS A CLASS ACTI		DEMAND \$		CHECK YES only if dem	anded in compl	aint	
COMPLAINT	UNDER F.R.C.I	P. 23	St	atutory darnages; in			=	oN ⊡	
VIII. RELATED CASE	E(S)				.,			3 110	
IF ANY	JUDGE Kent A. Jo	rdan DOCKET	NUME	BER 04-882-K	AJ. 04-9)69-KAJ, 04-1398-K	CAI and 04-1	1300.K.	λ T
DATE //				ATTORNEY OF REC		70	UT-1		<u></u>
7/10/10/11-		1/		The state of the s		V()			
(/ad/ occ)			ひり	M/J	NV				
FOR OFFICE USE ONLY					·				
RECEIPT#	AMOUNT	APPLYING I	FP)	UDGE	MAG	JUDGE.		

	- ,	J (5 1 8
LOUD RECORDS, LLC, a Delaware corporation; BMG MUSIC, a New York general partnership; SONY BMG MUSIC ENTERTAINMENT, a Delaware general partnership; PRIORITY RECORDS LLC, a California limited liability company; UMG RECORDINGS, INC., a Delaware corporation; and MAVERICK RECORDING COMPANY, a California joint venture, Plaintiffs, VS. MICHAEL WEGMAN, Defendant.	OCIVIL ACTION No CIVIL ACTION		2005 JUL 22 AN IO: 28
	,)		

COMPLAINT FOR COPYRIGHT INFRINGEMENT

Plaintiffs, LOUD RECORDS, LLC; BMG MUSIC; SONY BMG MUSIC
ENTERTAINMENT; PRIORITY RECORDS LLC; UMG RECORDINGS, INC.; and
MAVERICK RECORDING CO., by their attorneys, for their complaint against Defendant
MICHAEL WEGMAN, allege as follows:

NATURE OF THE ACTION

1. This is a civil action seeking damages and injunctive relief for copyright infringement under the copyright laws of the United States (17 U.S.C. §101, et seq.).

JURISDICTION AND VENUE

- 2. This is a civil action seeking damages and injunctive relief for copyright infringement under the copyright laws of the United States (17 U.S.C. § 101 et seq.).
- 3. This Court has jurisdiction under 17 U.S.C. § 101 et seq.; 28 U.S.C. § 1331 (federal question); and 28 U.S.C. § 1338(a) (copyright).
- 4. This Court has personal jurisdiction over the Defendant, and venue in this District is proper under 28 U.S.C. § 1391(b) and 28 U.S.C. § 1400(a), in that the Defendant resides in this District, and the acts of infringement complained of herein occurred in this District.

PARTIES

- 5. Plaintiff Loud Records, LLC is a corporation duly organized and existing under the laws of the State of Delaware, with its principal place of business in the State of New York.
- 6. Plaintiff BMG Music is a general partnership duly organized and existing under the laws of the State of New York, with its principal place of business in the State of New York.
- 7. Plaintiff SONY BMG MUSIC ENTERTAINMENT is a Delaware general partnership, with its principal place of business in the State of New York.

- 8. Plaintiff Priority Records LLC is a limited liability company with its principal place of business in the State of California.
- 9. Plaintiff UMG Recordings, Inc. is a corporation duly organized and existing under the laws of the State of Delaware, with its principal place of business in the State of California.
- 10. Plaintiff Maverick Recording Company is a joint venture between SR/MDM Venture Inc. and Maverick Records LLC, organized and existing under the laws of the State of California, with its principal place of business in the State of California.
- Plaintiffs are informed and believe that Defendant is an individual residing in this District.

COUNT I

INFRINGEMENT OF COPYRIGHTS

- Plaintiffs incorporate herein by this reference each and every allegation contained in each paragraph above.
- 13. Plaintiffs are, and at all relevant times have been, the copyright owners or licensees of exclusive rights under United States copyright with respect to certain copyrighted sound recordings (the "Copyrighted Recordings"). The Copyrighted Recordings include but are not limited to each of the copyrighted sound recordings identified in Exhibit A attached hereto, each of which is the subject of a valid Certificate of Copyright Registration issued by the

Register of Copyrights. In addition to the sound recordings listed on Exhibit A, Copyrighted Recordings also include certain of the sound recordings listed on Exhibit B which are owned by or exclusively licensed to one or more of the Plaintiffs or Plaintiffs' affiliate record labels, and which are subject to valid Certificates of Copyright Registration issued by the Register of Copyrights.

- Among the exclusive rights granted to each Plaintiff under the Copyright Act are the exclusive rights to reproduce the Copyrighted Recordings and to distribute the Copyrighted Recordings to the public.
- Plaintiffs are informed and believe that Defendant, without the permission or consent of Plaintiffs, has used, and continues to use, an online media distribution system to download the Copyrighted Recordings, to distribute the Copyrighted Recordings to the public, and/or to make the Copyrighted Recordings available for distribution to others. In doing so, Defendant has violated Plaintiffs' exclusive rights of reproduction and distribution. Defendant's actions constitute infringement of Plaintiffs' copyrights and exclusive rights under copyright.
- 16. Plaintiffs have placed proper notices of copyright pursuant to 17 U.S.C. § 401 on each respective album cover of each of the sound recordings identified in Exhibit A. These notices of copyright appeared on published copies of each of the sound recordings identified in Exhibit A. These published copies were widely available, and each of the published copies of the sound recordings identified in Exhibit A was accessible by Defendant.

4

- 17. Plaintiffs are informed and believe that the foregoing acts of infringement have been willful, intentional, and in disregard of and with indifference to the rights of Plaintiffs.
- As a result of Defendant's infringement of Plaintiffs' copyrights and exclusive rights under copyright, Plaintiffs are entitled to statutory damages pursuant to 17 U.S.C. § 504(c) for Defendant's infringement of each of the Copyrighted Recordings. Plaintiffs further are entitled to their attorneys' fees and costs pursuant to 17 U.S.C. § 505.
- 19. The conduct of Defendant is causing and, unless enjoined and restrained by this Court, will continue to cause Plaintiffs great and irreparable injury that cannot fully be compensated or measured in money. Plaintiffs have no adequate remedy at law. Pursuant to 17 U.S.C. §§ 502 and 503, Plaintiffs are entitled to injunctive relief prohibiting Defendant from further infringing Plaintiffs' copyrights, and ordering Defendant to destroy all copies of sound recordings made in violation of Plaintiffs' exclusive rights.

WHEREFORE, Plaintiffs pray for judgment against Defendant as follows:

1. For an injunction providing:

"Defendant shall be and hereby is enjoined from directly or indirectly infringing Plaintiffs' rights under federal or state law in the Copyrighted Recordings and any sound recording, whether now in existence or later created, that is owned or controlled by Plaintiffs (or any parent, subsidiary, or affiliate record label of Plaintiffs)

("Plaintiffs' Recordings"), including without limitation by using the Internet or any online media distribution system to reproduce (i.e., download) any of Plaintiffs' Recordings, to distribute (i.e., upload) any of Plaintiffs' Recordings, or to make any of Plaintiffs' Recordings available for distribution to the public, except pursuant to a lawful license or with the express authority of Plaintiffs. Defendant also shall destroy all copies of Plaintiffs' Recordings that Defendant has downloaded onto any computer hard drive or server without Plaintiffs' authorization and shall destroy all copies of those downloaded recordings transferred onto any physical medium or device in Defendant's possession, custody, or control."

- 2. For statutory damages for each infringement of each Copyrighted Recording pursuant to 17 U.S.C. § 504.
 - 3. For Plaintiffs' costs in this action.
 - 4. For Plaintiffs' reasonable attorneys' fees incurred herein.
 - 5. For such other and further relief as the Court may deem just and proper.

DATED: (July 27, 2005

Robert S. Goldman (DE. Bar No. 2508) Lisa C. McLaughlin (DE Bar No. 3113) PHILLIPS, GOLDMAN & SPENCE, P.A.

1200 North Broom Street Wilmington, Delaware 19806 (New Castle Co.)

Telephone: 302-655-4200 Telecopier: 302-655-4210

Attorneys for Plaintiffs LOUD RECORDS, LLC; BMG MUSIC; SONY BMG MUSIC ENTERTAINMENT; PRIORITY RECORDS LLC; UMG RECORDINGS, INC.; and MAVERICK RECORDING CO.

)	
LOUD RECORDS, LLC, a Delaware) CIVIL ACTION No	
corporation; BMG MUSIC, a New York general partnership; SONY BMG)	
MUSIC ENTERTAINMENT, a		
Delaware general partnership;	,)	
PRIORITY RECORDS LLC, a California)	
limited liability company; UMG RECORDINGS, INC., a Delaware)	
corporation; and MAVERICK) }	
RECORDING COMPANY, a California	,)	
joint venture,		
Plaintiffs,		
Time time time time time time time time t		
VS.		~
MICHAEL WEGMAN,		(1, 1, 2, 6, 6, 6, 6, 6, 6, 6, 6, 6, 6, 6, 6, 6,
MICHAEL WEGINAIN,		E 3 3 3
Defendant.		
	•	R EE
)	
Ś		5
ý		№ §§
)	1	CO CO

PLAINTIFFS' CERTIFICATE OF INTERESTED PERSONS

Pursuant to Federal Rule of Civil Procedure 7.1, Plaintiffs identify below parent corporations as well as all publicly held corporations that own 10% or more of any Plaintiff's stock.

Plaintiff LOUD RECORDS, LLC is a subsidiary of SONY BMG MUSIC ENTERTAINMENT, whose ultimate parents are Bertelsmann AG and Sony Corporation, the latter of which is publicly traded in the United States.

Plaintiff BMG MUSIC is a general partnership owned by SONY BMG MUSIC ENTERTAINMENT and Ariola Eurodisc LLC, neither of which is publicly traded

Plaintiff SONY BMG MUSIC ENTERTAINMENT is a joint venture owned by USCO Holdings Inc., BeSo Holding LLC, Ariola Eurodisc, Inc., Arista Holding, Inc., and Zomba US Holdings, Inc., none of which is publicly traded. Its ultimate parents are Bertelsmann AG and Sony Corporation, the latter of which is publicly traded in the United States.

Plaintiff PRIORITY RECORDS LLC's parent is EMI Group PLC, which is publicly traded in the U.K.

Plaintiff UMG RECORDINGS, INC.'s parent corporation is Vivendi Universal, S.A., a publicly held French company.

Plaintiff MAVERICK RECORDING COMPANY is a joint venture between SR/MDM Venture Inc., whose parent corporation is Warner Music Group Corp., which is publicly traded in the U.S., and Maverick Records LLC, which is not publicly traded.

DATED: 7.22.05

Robert S. Goldman (DE. Bar No. 2508) Lisa C. McLaughlin (DE Bar No. 3113) PHILLIPS, GOLDMAN & SPENCE, P.A.

1200 North Broom Street Wilmington, Delaware 19806 (New Castle Co.)

Telephone: 302-655-4200 Telecopier: 302-655-4210

Attorneys for Plaintiffs LOUD RECORDS, LLC; BMG MUSIC; SONY BMG MUSIC ENTERTAINMENT; PRIORITY RECORDS LLC; UMG RECORDINGS, INC.; and MAVERICK RECORDING CO. EXHIBIT 2

LOUD RECORDS, LLC, a Delaware corporation; BMG MUSIC, a New York general partnership; SONY BMG MUSIC ENTERTAINMENT, a Delaware general partnership; PRIORITY RECORDS LLC, a California limited liability company; UMG RECORDINGS, INC., a Delaware corporation; and MAVERICK RECORDING COMPANY, a California joint venture.

Plaintiffs,

VS.

MICHAEL WEGMAN,

Defendant

CIVIL ACTION No. 1:05-cv-00518-KAJ

DEFAULT BY CLERK

It appearing from the records in this action that Summons has been served upon Defendant Michael Wegman, and it further appearing from the declaration of counsel for Plaintiffs, and other evidence as required by Rule 55(a) of the Federal Rules of Civil Procedure, that Defendant Michael Wegman has failed to plead or otherwise defend in this action as directed in said Summons and as provided in the Federal Rules of Civil Procedure:

Now, therefore, on request of Plaintiffs' counsel, the DEFAULT of Defendant Michael Wegman hereby is entered.

DATED: Nov. 9, 2005

By: Deputy Clerk